

September 16, 2011

Mr. Brian Kruer, President
Hartford Quality Assurance
20 West 7th Street
New Albany, IN 47150

SUBJECT: NRC ROUTINE INSPECTION REPORT 030-37549/11-002(DNMS) AND
NOTICE OF VIOLATION – HARTFORD QUALITY ASSURANCE

Dear Mr. Kruer:

On August 1 and 2, 2011, a U.S. Nuclear Regulatory Commission (NRC) inspector conducted an inspection at your New Albany, Indiana facility. The purpose of the inspection was to determine whether activities authorized under your license were conducted in accordance with NRC requirements. The NRC inspector held a preliminary exit meeting with you and Charles Bradshaw of your staff on August 2, 2011. On August 19, 2011, the inspector conducted a final exit meeting with your Radiation Safety Officer (RSO) by telephone.

During this inspection, the NRC staff examined activities conducted under your license as they relate to public health, safety, and security, and to confirm compliance with the Commission's rules and regulations and with the conditions of your license. Within these areas, the inspection consisted of selected examination of procedures and representative records, observations of activities, and interviews with personnel.

Based on the results of the inspection, the NRC has determined that a Severity Level IV violation of NRC requirements occurred. The violation was evaluated in accordance with the NRC Enforcement Policy. The current Enforcement Policy is included on the NRC's Web site at <http://www.nrc.gov/about-nrc/regulatory/enforcement/enforce-pol.html>. The violation involved a security failure. The violation is cited in the enclosed non-public Notice of Violation (Notice), and the circumstances surrounding it are described in detail in the non-public Security Addendum to the Inspection Report (enclosed). The violation is being cited in the Notice because it was identified by the inspector.

The NRC has concluded that information regarding the reason for the violation, the corrective actions taken and planned to correct the violation and prevent recurrence and the date when full compliance was achieved is already adequately addressed on the docket in the Security Addendum to the Inspection Report. Therefore, you are not required to respond to this letter concerning the Severity Level IV violation unless the description therein does not accurately

Enclosures Contain Sensitive Unclassified Non-Safeguards Information. When separated from enclosures, this transmittal letter is decontrolled.
--

B. Krueer

-2-

reflect your corrective actions or your position. In that case, or if you choose to provide additional information, you should follow the instructions specified in the enclosed Notice.

In accordance with Title 10 of the Code of Federal Regulations (CFR) 2.390 of the NRC's "Rules of Practice," a copy of this letter will be made available electronically for public inspection in the NRC Public Document Room or from the NRC's Agencywide Documents Access and Management System (ADAMS), accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html>. However, the enclosed material contains security-related information; its disclosure to unauthorized individuals could present a security vulnerability. Therefore, the enclosures will not be made available electronically for public inspection. The enclosures to this letter must be protected from unauthorized disclosure as discussed in Regulatory Information Summary RIS-2005-031, "Control of Security-Related Sensitive Unclassified Non-Safeguards Information" (see ADAMS ML053480073), which is available on the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html>.

Additionally, if you choose to respond to the violation, please mark your entire response as "Security-Related Information – Withhold from Public Disclosure under 10 CFR 2.390." In accordance with 10 CFR 2.390(b)(1)(ii), the NRC is waiving the affidavit requirements for a response to the Severity Level IV violations. However, to the extent possible, any response should not include any personal privacy, proprietary, or safeguards information.

If you have any questions concerning this matter, please contact me at (630) 829-9627.

Sincerely,

/RA/

Tamara E. Bloomer, Chief
Materials Inspection Branch
Division of Nuclear Materials Safety

Docket No. 030-37549
License No. 13-32671-01

Enclosures:

1. Notice of Violation (Non-Public)
2. Security Addendum to Inspection Report (Non-Public)

cc w/encls: Charles Bradshaw, RSO
State of Indiana

B. Krueer

-2-

reflect your corrective actions or your position. In that case, or if you choose to provide additional information, you should follow the instructions specified in the enclosed Notice.

In accordance with Title 10 of the Code of Federal Regulations (CFR) 2.390 of the NRC's "Rules of Practice," a copy of this letter will be made available electronically for public inspection in the NRC Public Document Room or from the NRC's Agencywide Documents Access and Management System (ADAMS), accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html>. However, the enclosed material contains security-related information; its disclosure to unauthorized individuals could present a security vulnerability. Therefore, the enclosures will not be made available electronically for public inspection. The enclosures to this letter must be protected from unauthorized disclosure as discussed in Regulatory Information Summary RIS-2005-031, "Control of Security-Related Sensitive Unclassified Non-Safeguards Information" (see ADAMS ML053480073), which is available on the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html>.

Additionally, if you choose to respond to the violation, please mark your entire response as "Security-Related Information – Withhold from Public Disclosure under 10 CFR 2.390." In accordance with 10 CFR 2.390(b)(1)(ii), the NRC is waiving the affidavit requirements for a response to the Severity Level IV violations. However, to the extent possible, any response should not include any personal privacy, proprietary, or safeguards information.

If you have any questions concerning this matter, please contact me at (630) 829-9627.

Sincerely,

/RA/

Tamara E. Bloomer, Chief
Materials Inspection Branch
Division of Nuclear Materials Safety

Docket No. 030-37549
License No. 13-32671-01

Enclosures:

- 3. Notice of Violation (Non-Public)
- 4. Security Addendum to Inspection Report (Non-Public)

cc w/encls: Charles Bradshaw, RSO
State of Indiana

DISTRIBUTION:
Cynthia Pederson
Anne Boland
Patrick Loudon
Steven Orth

Carole Ariano
Paul Pelke
Patricia Buckley
Tammy Tomczak
MIB Inspectors

*See previous concurrence

DOCUMENT NAME: G:\DNMS\III\Work in progress\IR- Hartford Quality Assur IC Violation ltr.docx

Publicly Available Non-Publicly Available Sensitive Non-Sensitive

To receive a copy of this document, indicate in the concurrence box "C" = Copy without attach/encl "E" = Copy with attach/encl "N" = No copy

OFFICE	RIII DNMS	RIII DNMS	RIII	RIII
NAME	KJLambert: jm	TEBloomer		
DATE	9/16/11	9/16/11		

OFFICIAL RECORD COPY

Enclosure 2